project management agreement between RUS and the commission for each project. The agreement should be prepared by the State program official as soon as notification is received that a commission grant will be made and the amount is confirmed.

(c) Regional commission grants should be obligated as soon as possible in accordance with §1780.41, except that the announcement procedure referred to in RUS Staff Instruction 1780-2 is not applicable. Regional commission grants will be disbursed from the Finance Office in the same manner as RUS funds.

[62 FR 33478, June 19, 1997, as amended at 64 FR 29946, June 4, 1999]

§ 1780.49 Rural or Native Alaskan villages.

- (a) General. (1) This section contains regulations for providing grants to remedy the dire sanitation conditions in rural Alaskan villages using funds specifically made available for this purpose.
- (2) Unless specifically modified by this section, grants will be made, processed, and serviced in accordance with this subpart.
- (b) Definitions—(1) Dire sanitation condition. For the purpose of this section a dire sanitation condition exists where:
- (i) Recurring instances of a waterborne communicable disease have been documented; or
- (ii) No community-wide water and sewer system exists and individual residents must haul water to or human waste from their homes and/or use pit privies.
- (2) Rural or Native Alaskan village. A rural or Native Alaskan community which meets the definition of a village under State statutes and does not have a population in excess of 10,000 inhabitants, according to the latest decennial Census of the United States.
- (c) *Eligibility*. (1) The applicant must be a rural or Native Alaskan village.
- (2) The median household income of the village cannot exceed 110 percent of the statewide nonmetropolitan household income.
- (3) A dire sanitation condition must exist in the village.
- (4) The applicant must obtain 25 percent of project development costs from

State or local contributions. The local contribution can be from loan funds authorized under this part.

- (d) *Grant amount*. Grants will be made for up to 75 percent of the project development costs.
- (e) Use of funds. Grant funds can be used to pay reasonable costs associated with providing potable water or waste disposal services to residents of rural or Native Alaskan villages.
- (f) Construction. (1) If the State of Alaska is contributing to the project costs, the project does not have to meet the construction requirements of this subpart.
- (2) If a loan is made in accordance with this part for part of the local contribution, all of the requirements of this part apply.

[62 FR 33478, June 19, 1997, as amended at 64 FR 29946, June 4, 1999]

§§ 1780.50-1780.52 [Reserved]

Subpart C—Planning, Designing, Bidding, Contracting, Constructing and Inspections

$\S 1780.53$ General.

This subpart is specifically designed for use by owners including the professional or technical consultants or agents who provide assistance and services such as engineering, environmental, inspection, financial, legal or other services related to planning, designing, bidding, contracting, and constructing water and waste disposal facilities. These procedures do not relieve the owner of the contractual obligations that arise from the procurement of these services. For this subpart, an owner is defined as an applicant, borrower, or grantee.

§1780.54 Technical services.

Owners are responsible for providing the engineering, architect and environmental services necessary for planning, designing, bidding, contracting, inspecting, and constructing their facilities. Services may be provided by the owner's "in house" engineer or architect or through contract, subject to Agency concurrence. Engineers and architects must be licensed in the State where the facility is to be constructed.